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Eli Lilly and Company

UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY

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ELI LILLY AND COMPANY,))
Plaintiff,)
v.)
ACTAVIS ELIZABETH LLC, GLENMARK PHARMACEUTICALS, INC., USA, SUN PHARMACEUTICAL, INDUSTRIES LIMITED, SANDOZ INC., MYLAN PHARMACEUTICALS INC., APOTEX INC., AUROBINDO PHARMA LTD., TEVA PHARMACEUTICALS USA, INC., SYNTHON LABORATORIES, INC., ZYDUS PHARMACEUTICALS, USA, INC.,	Civil Action No. 07-3770 (DMC) (MF))))))
Defendants.))

[PROPOSED] ORDER GRANTING MOTION TO SEAL

THIS MATTER having come before the Court upon the motion of Plaintiff Eli Lilly and Company ("Lilly") pursuant to Local Civil Rule 5.3(c) to seal (1) all exhibits to the Supplemental Certification Of John F. Brenner In Support Of Lilly's Consolidated Reply In Support Of Its Motion For Summary Judgment Of Infringement And Opposition To Apotex's, Sandoz's, And Teva's Cross-Motions For Summary Judgment Of Non-Infringement, and confidential portions of Lilly's (2) Consolidated Reply Memorandum Of Law In Support Of Its Motion For Summary Judgment Of Infringement And Opposition To Apotex's, Sandoz's, And Teva's Cross-Motions

For Summary Judgment Of Non-Infringement, (3) Response To Aurobindo's L.R. 56.1

Supplemental Statement Of Material Facts, (4) Response To Sun's L.R. 56.1 Supplemental

Statement Of Material Facts In Dispute In Opposition To Lilly's Motion For Summary Judgment

Of Infringement, (5) Response To Mylan's Additional Alleged Undisputed Facts, (6) Response

To Apotex's L.R. 56.1 Supplemental Statement Of Disputed Material Facts In Opposition To

Lilly's Motion For Summary Judgment Of Infringement And Statement Of Undisputed Material

Facts In Support Of Apotex's Cross-Motion For Summary Judgment Of No Infringement, (7)

Response To Sandoz's Statement Of Undisputed Facts In Support Of Its Cross-Motion For

Summary Judgment Of Non-Infringement, and (8) Response To Teva's L.R. 56.1 Statement Of

Undisputed Material Facts In Support Of Its Opposition To Plaintiff's Motion For Summary

Judgment Of Infringement And In Support Of Tevas' Cross Motion For Summary Judgment; and

the Court having considered the written submissions of the parties; and the Court having

determined that this action involves allegations regarding the disclosure of confidential and

proprietary information, and for other and good cause having been shown,

FINDINGS OF FACT

- The materials that Lilly seeks to seal contain information designated by Defendants or Lilly in this matter as "Confidential" under the Protective Order, entered in this matter on August 6, 2008.
- 2. This is a complex pharmaceutical patent infringement action. As such, a significant portion of the materials exchanged in discovery, and subsequently filed with the Court in connection with pretrial proceedings, contain proprietary and confidential research, development and business information of the parties.

- 3. By designating their material as "Confidential" under the Order, Defendants have represented that the subject information is trade secret or other confidential or proprietary research, development, commercial or financial information within the meaning of Fed. R. Civ. P. 26(c).
- 4. Lilly has demonstrated that, for the information it has designated as "Confidential," Lilly has a legitimate interest to protect this information as confidential because Lilly would otherwise suffer injury that could not be avoided without sealing this information.
- 5. Defendants have represented that public disclosure of their own confidential information would be detrimental to their business. Due to the nature of the materials described herein, there is no less restrictive alternative to filing under seal of (a) Exhibits 1-6 to the Supplemental Certification Of John F. Brenner In Support Of Lilly's Consolidated Reply In Support Of Its Motion For Summary Judgment Of Infringement And Opposition To Apotex's, Sandoz's, And Teva's Cross-Motions For Summary Judgment Of Non-Infringement, and redacted portions of Lilly's (b) Consolidated Reply Memorandum Of Law In Support Of Its Motion For Summary Judgment Of Infringement And Opposition To Apotex's, Sandoz's, And Teva's Cross-Motions For Summary Judgment Of Non-Infringement, (c) Response To Aurobindo's L.R. 56.1 Supplemental Statement Of Material Facts, (d) Response To Sun's L.R. 56.1 Supplemental Statement Of Material Facts In Dispute In Opposition To Lilly's Motion For Summary Judgment Of Infringement, (e) Response To Mylan's Additional Alleged Undisputed Facts, (f) Response To Apotex's L.R. 56.1 Supplemental Statement Of Disputed Material Facts In Opposition To Lilly's Motion For Summary Judgment Of Infringement And Statement Of Undisputed Material Facts In Support Of Apotex's Cross-Motion For Summary Judgment

Of No Infringement, (g) Response To Sandoz's Statement Of Undisputed Facts In Support Of Its Cross-Motion For Summary Judgment Of Non-Infringement, and (h) Response To Teva's L.R. 56.1 Statement Of Undisputed Material Facts In Support Of Its Opposition To Plaintiff's Motion For Summary Judgment Of Infringement And In Support Of Tevas' Cross Motion For Summary Judgment that quote or summarize the information contained in those exhibits.

6. Lilly has represented that public disclosure of its confidential information would be detrimental to its business. Due to the nature of the materials described herein, there is no less restrictive alternative to filing under seal of redacted portions of Lilly's (a) Response To Aurobindo's L.R. 56.1 Supplemental Statement Of Material Facts, (b) Response To Sun's L.R. 56.1 Supplemental Statement Of Material Facts In Dispute In Opposition To Lilly's Motion For Summary Judgment Of Infringement, (c) Response To Mylan's Additional Alleged Undisputed Facts, (d) Response To Apotex's L.R. 56.1 Supplemental Statement Of Disputed Material Facts In Opposition To Lilly's Motion For Summary Judgment Of Infringement And Statement Of Undisputed Material Facts In Support Of Apotex's Cross-Motion For Summary Judgment Of No Infringement, (e) Response To Sandoz's Statement Of Undisputed Facts In Support Of Its Cross-Motion For Summary Judgment Of Non-Infringement, and (f) Response To Teva's L.R. 56.1 Statement Of Undisputed Material Facts In Support Of Its Opposition To Plaintiff's Motion For Summary Judgment Of Infringement And In Support Of Tevas' Cross Motion For Summary Judgment that quote or summarize the information contained in those exhibits.

CONCLUSIONS OF LAW

- That Defendants have designated as "Confidential" for which Lilly is required to seek to have the Court seal, the Court concludes that Lilly has met its burden of proving, under L. Civ. R. 5.3 and applicable case law, that the materials described above should be filed under seal. Specifically, the Court concludes that: (a) the materials contain confidential information concerning Defendants' business; (b) that Defendants have a legitimate interest in maintaining the confidentiality of the material in order to protect its disclosure to potential competitors who can use the material and the information contained therein for commercial purposes; (c) that public disclosure of the material would result in clearly defined and serious injury, including the use of the material by competitors to Defendants' financial detriment; and (d) no less restrictive alternative to sealing the subject documents is available.
- 8. Upon consideration of the papers submitted in support of the motion and the materials that Lilly has designated as "Confidential," the Court concludes that Lilly has met its burden of proving, under L. Civ. R. 5.3 and applicable case law, that the materials described above should be filed under seal. Specifically, the Court concludes that: (a) the materials contain confidential information concerning Lilly's business; (b) that Lilly has a legitimate interest in maintaining the confidentiality of the material in order to protect its disclosure to potential competitors who can use the material and the information contained therein for commercial purposes; (c) that public disclosure of the material would result in clearly defined and serious injury, including the use of the material by competitors to Lilly's financial detriment; and (d) no less restrictive alternative to sealing the subject documents is available.

9. The foregoing conclusions are supported by relevant case law holding that the right of public access to the court filings is not absolute, and may be overcome by a showing such as made here, in the discretion of the trial court. See Nixon v. Warner Communications, Inc., 435 U.S. 589, 603 (1978). The Court, upon such a proper showing, may in its discretion prevent confidential materials from being transmuted into materials presumptively subject to public access. Gambale v. Deutsche Bank AG, 377 F.3d 133, 143 n.8 (2d Cir. 2004).

BASED UPON the foregoing findings of fact and conclusions of law it is:

Opposition

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IT IS FURTHER ORDERED that the following material is sealed:

- a. Exhibits 1-6 to the Supplemental Certification Of John F. Brenner In Support Of Lilly's Consolidated Reply In Support Of Its Motion For Summary Judgment Of Infringement And Opposition To Apotex's, Sandoz's, And Teva's Cross-Motions For Summary Judgment Of Non-Infringement;
- b. Redacted portions of Lilly's Consolidated Reply Memorandum Of Law In Support Of Its Motion For Summary Judgment Of Infringement And Opposition To Apotex's, Sandoz's, And Teva's Cross-Motions For Summary Judgment Of Non-Infringement;
- Redacted portions of Lilly's Response To Aurobindo's L.R. 56.1 Supplemental c. Statement Of Material Facts;

- d. Redacted portions of Lilly's Response To Sun's L.R. 56.1 Supplemental Statement
 Of Material Facts In Dispute In Opposition To Lilly's Motion For Summary
 Judgment Of Infringement;
- e. Redacted portions of Lilly's Response To Mylan's Additional Alleged Undisputed
 Facts;
- f. Redacted portions of Lilly's Response To Apotex's L.R. 56.1 Supplemental
 Statement Of Disputed Material Facts In Opposition To Lilly's Motion For
 Summary Judgment Of Infringement And Statement Of Undisputed Material
 Facts In Support Of Apotex's Cross-Motion For Summary Judgment Of No
 Infringement;
- g. Redacted portions of Lilly's Response To Sandoz's Statement Of Undisputed

 Facts In Support Of Its Cross-Motion For Summary Judgment Of NonInfringement; and
- h. Redacted portions of Lilly's Response To Teva's L.R. 56.1 Statement Of Undisputed Material Facts In Support Of Its Opposition To Plaintiff's Motion For Summary Judgment Of Infringement And In Support Of Tevas' Cross Motion For Summary Judgmen Redacted portions of Lilly's Response to Aurobindo's L.R. 56.1 Supplemental Statement.

SO ORDERED this (May of Septemby, 2009.

MARK FALK U.S. Magistrate Judge